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UNITED STATES DEPARTMENT OF AGRICULTURE

PRODUCTION AND MARKETING ADMINISTRATION

DAIRY BRANCH



INSERTS

for

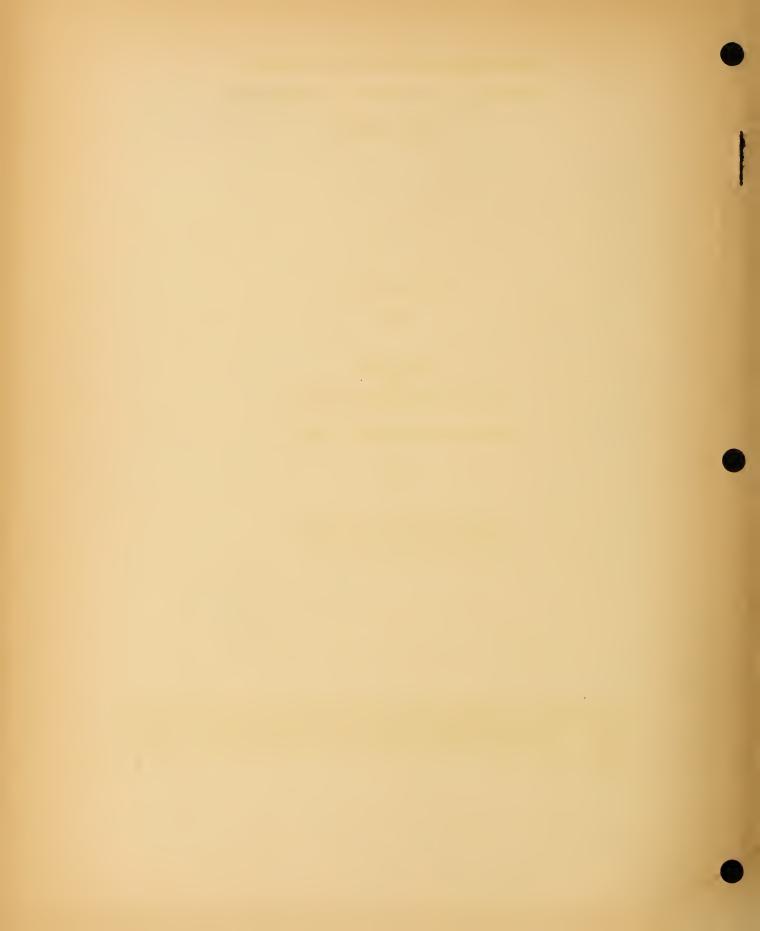
SULMARIES
of
FLUID MILK MARKETING ORDERS

Revised to December 1, 1948.

and

Federal Register Citations for the Milk Price Orders

The attached are inserts to be substituted for the corresponding pages in the <u>Summaries of Fluid Milk Marketing Orders</u>, April 1, 1948, and Federal Register Citations for the Milk Price Orders. These inserts revise the Federal orders as effective on December 1, 1948.



Class I and Class II prices are established by adding the following differentials to the "basic formula" price:

	July thru Dccember	January thru March	April thru June	Dec. 1948	Jan. thru Mar. 1948 only
Class I	\$1.35	\$1.10	\$. 90	\$1,81	∳1.33
Class II	•55	•35	. 20	•55	•35

A special price for milk used in making evaporated milk is provided from January through June. This is the average of prices paid for 3.5 per cent milk at the 23 plants specified under the "basic formula" price.

Butterfat Differentials:

<u>Class Prices</u> - Chicago 92-score butter, times 1.2, divided by 10.

Producer Price - Same.

Location Differentials:

<u>Class Prices</u> - For milk received at plants outside the marketing area, differentials are as follows:

Within 10 miles		٥	•		•	0			• •	•	9	•		6	cents
10 to 20 miles.	•		•	•	٠					•	•	•	•	12	cents
20 to 30 miles.			•			٥		•		•		•	•	14	cents
30 to 40 miles.				۰							•			16	cents
Each 10-mile zon															

At plants where milk is received for manufacturing purposes only, the maximum differential is 15 cents.

<u>Producer Price</u> - Same as above, except that no maximum differential is provided for milk received at manufacturing plants.

Method of Accounting for Milk:

Weight of skim milk and butterfat used in the products of each class.

Type of Pool:

Individual handler, monthly pool, without base rating plan or new producer clause.

ST \$ LOUIS - ORDER NO. 3

Citation	Date Published	Action
8 FR 17451	12/30/43	Order, as amended
12 FR 5833	8/30/47	Amendment No. 1
13 FR 6759	11/19/48	Amendment No. 2

BOSTON - ORDER NO. 4

12 FR	4921	7/28/47	Order, as amended	-
12 FR	6426	9/30/47	Order suspending certain pro	v.
12 FR	8667	12/20/47	n n u n	
13 FR	1639	3/30/48	Amendment No. 6	

DUBUQUE - ORDER NO. 12

8 FR	1071	1/22/43	Order, as amended
8 FR	4537	4/9/43	Amendment No. 1
11 FR	6525	6/14/46	Order suspending certain prov.
11 FR	8277	8/1/46	11 11 11 11

KANSAS CITY - ORDER NO. 13

11 FR	14005	12/3/46	Order, as	amer	nded
12 FR	6426	9/25/47	Amendment	No.	1

NEW YORK - CRDER NO. 27

Citation	Date Published	Action
11 FR 9611 11 FR 11115 11 FR 14095 12 FR 569 12 FR 1417 12 FR 2050 12 FR 2449 12 FR 3857	8/31/46 10/1/46 12/5/46 1/29/47 2/28/47 3/28/47 4/16/47 6/13/47	Order, as amended Amendment Amendment Crder suspending certain prov. """"""""""""""""""""""""""""""""""""
12 FR 5035	7/30/47	11 11 11 11
12 FR 5249 12 FR 6427 12 FR 8882 13 FR 1396	8/1/47 9/30/47 12/31/47 3/18/48	Amendment Order suspending certain prov. Amendment Amendment
13 FR 1641 13 FR 2909 13 FR 4342	3/30/48 5/29/48 7/29/48	Amendment Order suspending certain prov. Amendment

TOLEDO - ORDER NO. 30

12 FR	2067	3/29/47	Order, as	amended
12 FR	6945	10/25/47	Amendment	No. 3.
13 FR	2327	4/30/48	Amendment	No. 4
13 FR	4275	7/27/48	Amendment	No. 5
13 FR	7293	11/30/48	Amendment	No. 6

FORT WAYNE - ORDER NO. 32

12 FR	1538	3/7/47	Order, as	ame	nded	l
13 FR	2307		Amendment	No.	1	
13 FR	_		Amendment	No.	2	

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- (2) Price per pound of Chicago 92-score butter, times 6, plus 2.4 times the average price per pound of Plymouth Twins (or Cheddars), divided by 7, times 1.3, times 3.5;
- (3) Price per pound of Chicagi 92-score butter, minus 3 cents, times 1.2, times 3.5, plus an amount computed as follows: Average price per pound of nonfat dry milk solids (carlots, human consumption, spray and roller process, f.o.b. manufacturing plants in Chicago area), minus 5.5 cents, times 8.5, times .965; or
- (4) The Class III price.

Class I - Basic formula price plus 75 cents during May and June, \$1.05 during September through December, and 95 cents during all other months. (For the months of December 1948 and January 1949, the price shall be not less than \$4.70 per hundredweight; for the month of February 1949 not less than \$4.48 per hundredweight.)

Class II - Basic formula price plus 15 cents during May and June, 45 cents during September through December, and 35 cents during all other months. (The price for December 1948 and January 1949 shall not be less than \$4.10 per hundredweight and for February 1949 not less than \$3.88 per hundredweight.)

Class III - Average of prices paid for 3.5 per cent milk at the following plants:

Van Camp Milk Company, Pet Milk Company, Defiance Milk Products Company, Defiance, Ohio Pet Milk Company.

Wauseon, Ohio Delta, Ohio Hudson, Michigan

Butterfat Differentials:

Class I Price - Price per pound of Chicago 92-score butter, times 1,3, divided by 10.

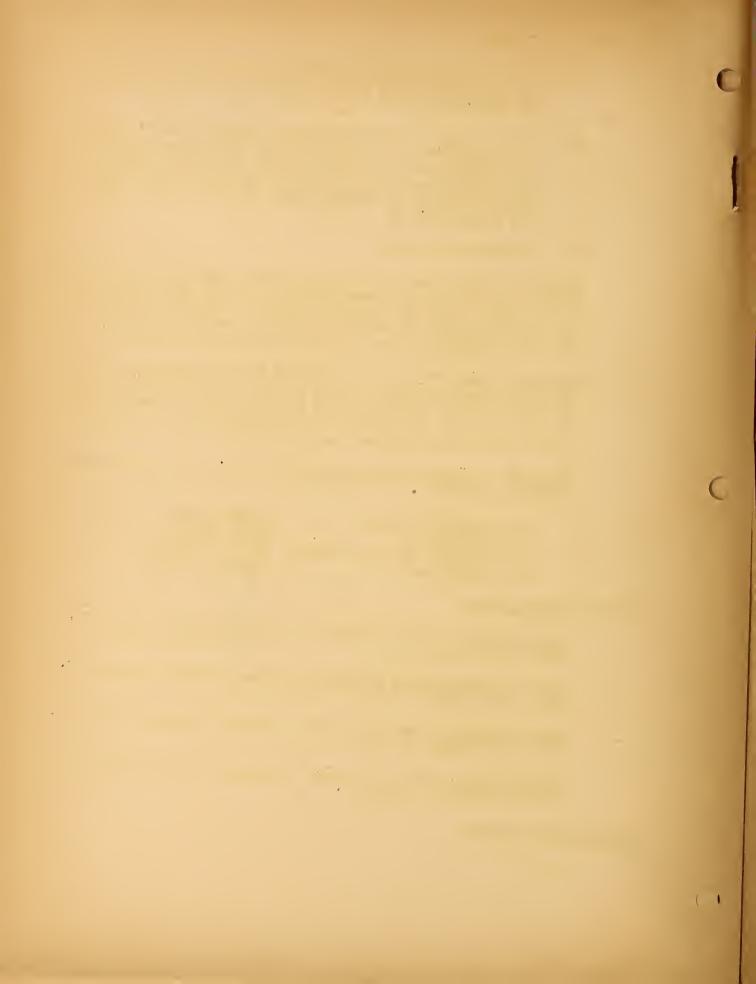
Class II Price - Price per pound of Chicago 92-score butter, times 1.25, divided by 10.

Class III Price - Price per pound of Chicago 92-score butter, times 1.2. divided by 10.

Producer Price - Price per pound of Chicago 92-score butter, times 1.2. divided by 10.

Location Differentials:

None.



QUAD CITIES - ORDER NO. 44

Citati	<u>on</u>	<u>Date Published</u>	Action
11 FR	8277 5036 8805	3/28/44 6/14/46 8/1/46 7/30/47 12/27/47 4/28/48	Order, as amended Order suspending certain prov. """"""""""""""""""""""""""""""""""""

LOUISVILLE - ORDER NO. 46

12 FR	6567	10/4/47	Order, as	amended
13 FR	5112	9/2/48	Amendment	No. 1
13 FR	7294	11/30/48	Amendment	No. 2

FALL RIVER - ORDER NO. 47

12 FR	4986	7/1/47	Order, as	amer	id ed	l	-
12 FR	5037	7/30/47	Order sus	pendi	ing	certain	prov.
12 FR	6427	9/30/47	11	11		11	11
12 FR	8671	12/20/47	11	11		11	11
13 FR	1644	3/30/48	Amendment	No.	8		

SIOUX CITY - ORDER NO. 48

12 FR 2079 3/29/47 Order, as amended

DULUTH-SUPERIOR - ORDER NO. 54

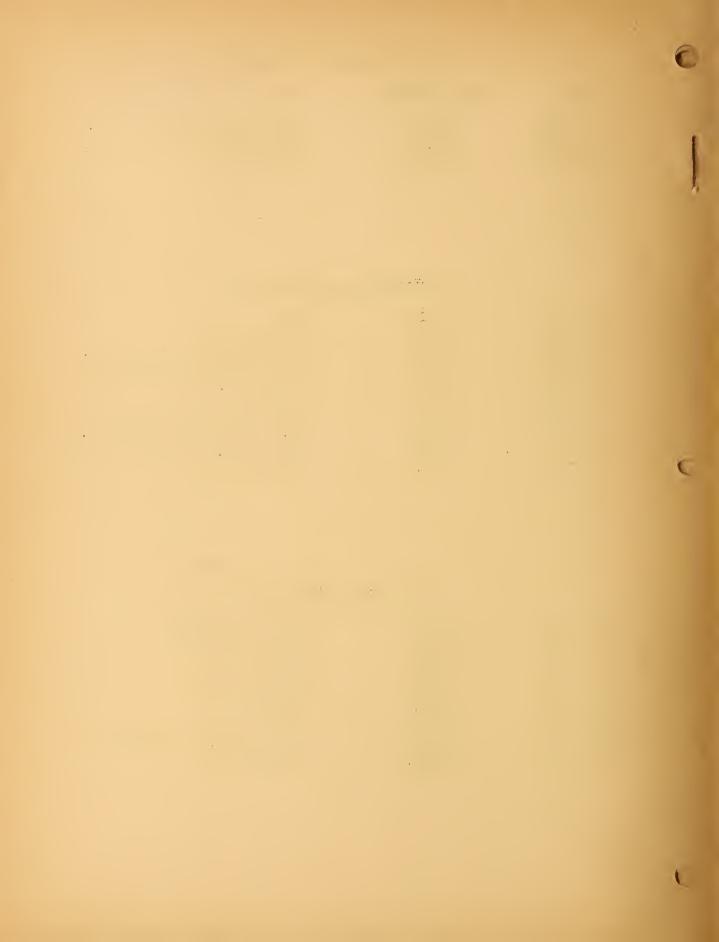
Citation	Date Published	Action
8 FR 9903	7/20/43	Order, as amended
11 FR 6527	6/14/46	Order suspending certain prov.
11 FR 12434	10/24/46	Amendment No. 4

PHILADELPHIA - ORDER NO. 61

7 FR	2377	3/28/42	Order
8 FR	1431	2/3/43	Amendment No. 1
8 FR	4749	4/13/43	Amendment No. 2
9 FR	7493	7/5/44	Order suspending certain prov.
10 FR	11041	8/29/45	Amendment No. 3
11 FR	5 902	6/1/46	Amendment No. 4
11 FR	7260	6/29/46	Order suspending certain prov.
11 FR	10257	9/14/46	Amendment No. 5
12 FR	93	1/7/47	Order suspending certain prov.
13 FR	4343	7/29/48	Amendment No. 6

CINCINNATI - ORDER NO. 65

9 FR	825	1/22/44	Order, as amended
9 FR	9880	8/15/44	Amendment No. 1
10 FR	7607	6/26/45	Amendment No. 2
11 FR	7331	7/2/46	Amendment No. 3
11 FR	9670	9/4/46	Amendment No. 4
11 FR	14011	12/3/46	Amendment No. 5
12 FR	4931	7/25/47	Amendment No. 6
13 FR	1659	3/31/48	Order suspending certain prov.
13 FR	2329	4/30/48	Amendment No. 7
13 FR	7294	11/30/48	Amendment No. 8



Class prices (3.8 per cent butterfat):

Basic formula price - The highest of the prices resulting from the following:

- (1) Class III price plus 15 cents;
- (2) Average of prices paid at 18 condenseries (see list under Chicago order) for 3.5 per cent milk adjusted to 3.8 per cent by the application of the Class III butterfat differential; or
- (3) 92-score butter at Chicago times 6 PLUS

2.4 times the price per pound of "Twins" at Plymouth, Wisconsin (if "Twins" are not quoted "Cheddars" are used). Divide by 7, add 30 per cent, and multiply by 3.8.

Class I - Basic formula price plus {1.05 for the delivery periods April through August, and basic formula price plus \$1.25 for delivery periods September through March. (For the months of December 1948 and January 1949, the price shall not be less than \$5.16 per hundredweight and for the month of February 1949 not less than \$4.94 per hundredweight)

Class II - Basic formula price plus 50 cents for the delivery periods April through August, and basic formula price plus 70 cents for delivery periods September through March. (For the menths of December 1948 and January 1949, the price shall not be less than 4.61 per hundredweight, and for February 1949 shall not be less than \$4.39 per hundredweight.)

Class III - The higher of:

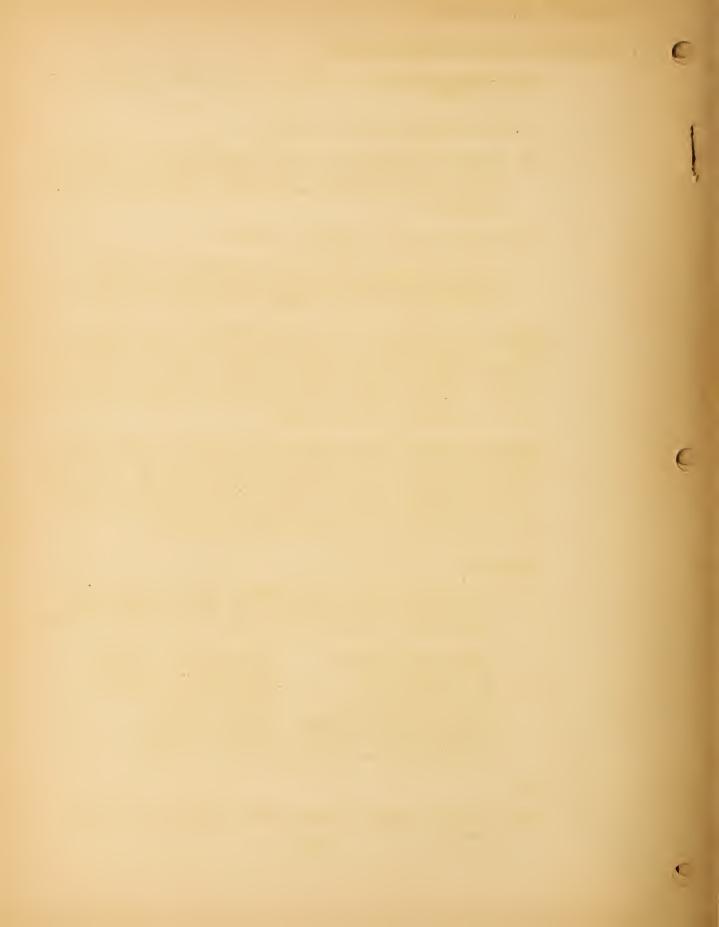
(1) The average of prices for ungraded milk of 4.0 per cent butterfat content, adjusted by the Class III butterfat differential to 3.8 per cent, paid at the following plants:

Kraft Foods Company. Armour Creameries, Armour Creameries, Kraft Foods Company, Ewing-Von Allmen Company, Eving-Von Allmen Company, Producers' Dairy Marketing, Orleans, Indiana

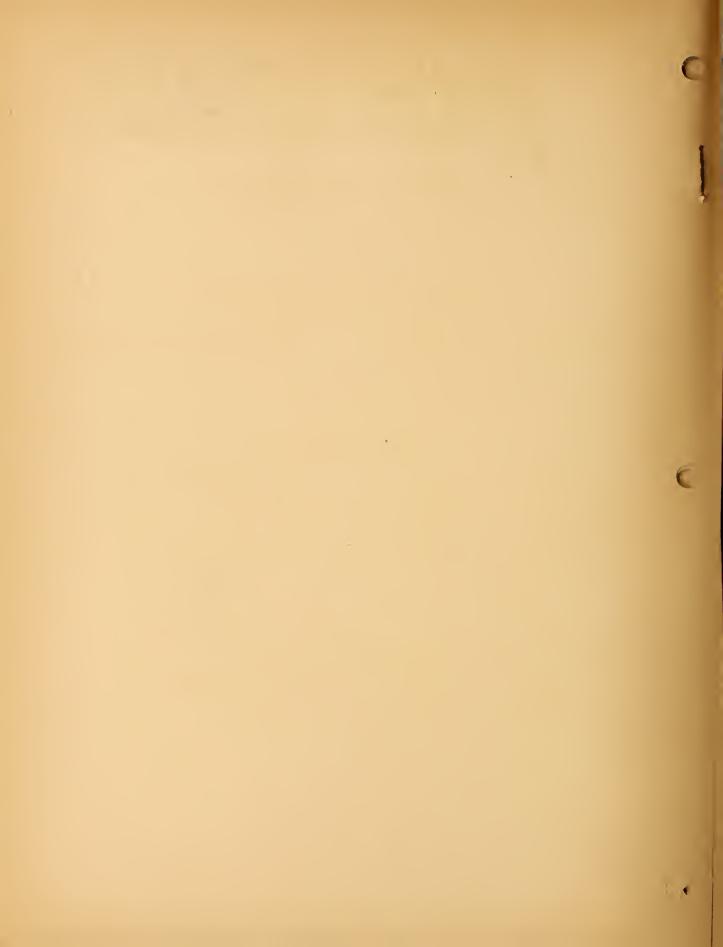
Lawrenceburg, Kentucky Elizabethtown, Kentucky Springfield, Kentucky Salem, Indiana Corydon, Indiana Madison, Indiana

or

(2)92-score butter at Chicago times 3.8, plus 20 per cent thereof



Carlot, roller process, human consumption, dry milk solids, at manufacturing plants in Chicago area, minus 5.5 cents, multiplied by 7. (If the above prices are not published, carlot prices delivered at Chicago are used and the "make" allowance is 6.5 cents per pound rather than 5.5 cents per pound.)



TRI-STATE - ORDER NO. 72

Citation	Date Published	Action
11 FR 12926 11 FR 13622 12 FR 4243 13 FR 1662 13 FR 2330 13 FR 7295	11/1/46 11/21/46 7/1/47 3/31/48 4/30/48 11/30/48	Order, as amended Order suspending certain prov. Amendment No. 1 Order suspending certain prov. Amendment No. 2 Amendment No. 3

MINNEAPOLIS-ST. PAUL - CRDER NO. 73

10 FR]	L3431	10/30/45	Order			
11 FR	5992	10/30/45 6/4/46	Order	suspending	certain	prov.

COLUMBUS - ORDER NO. 74

11 FR	1081	1/30/46	Order, as amended
11 FR	9424	8/28/46	Amendment No. 1
12 FR	4245	7/1/47	Amendment No. 2
13 FR	1662	3/31/48	Order suspending certain prov.
13 FR	2331	4/30/48	Amendment No. 3
13 FR	2790	5/25/48	Order suspending certain prov.

CLEVELAND - ORDER NO. 75

12 FR	5840	8/30/47	Order, as	amer	nded
13 FR		8/30/47 4/30/48	Amendment	No.	1



Cincinnati, Ohio

Marketing Area:

City of Cincinnati and Hamilton County, Ohio.

Handler:

Person who handles milk which is disposed of as milk in the marketing area.

Producer:

Person who produces milk which is received at a plant from which, under approval of health authorities, milk is disposed of for consumption as milk in the marketing area.

Classification:

Class I - Fluid milk, milk drinks (plain or flavored), and unaccounted-for milk.

<u>Class II</u> - Cream, creamed cottage cheese, and creamed butter-milk.

Class III - Milk products other than those specified in Classes I and II, and shrinkage not over 2.5 per cent of receipts from producers.

Class Prices (4.0 per cent butterfat):

Class I - April through July, Class III price plus \$1.05 per hundredweight; all other months, Class III price plus \$1.35 per hundredweight. (For the months of December 1948 and January 1949, the price shall not be less than \$5.40 per hundredweight and for the month of February 1949 not less than \$5.18 per hundredweight.)

Class II - April through July, Class III price plus \$0.60 per hundredweight; all other months Class III price plus \$0.90 per hundredweight. (For the months of December 1948 and January 1949, the price shall not be less than \$4.95 per hundredweight and for the month of February 1949 not less than \$4.73 per hundredweight.)

Class III - The Class III price is the higher of:

(1) Average of prices paid for 4.0 per cent milk at the following plants:

M. & R. Dietetic Laboratories, Inc., Chillicothe, Ohio Carnation Milk Company, Hillsboro, Ohio Nestle's Milk Products, Inc. Greenville, Ohio Nestle's Milk Products, Inc. (Osgood Milk Co.), Osgood, Indiana Carnation Milk Company, Maysville, Kentucky

(2) Average price per pound of Chicago 92-score butter, times 4, times 1.2, plus 3.5 cents for each half-cent that the average price per pound of nonfat dry milk solids is above 5.5 cents (carlot, human consumption, spray and roller process, f.o.b. manufacturing plant in Chicago area).

Butterfat Differentials:

Class Prices - For each one-tenth of one per cent variation from 4.0 per cent butterfat, the differential to handlers is computed as follows: Price per pound of Chicago 92-score butter, times 1.2, divided by 10.

Producer Price - For each one-tenth of one per cent variation in the average test of a producer's milk from 3.5 per cent butterfat, the differential is as follows: 5 cents when the price per pound of Chicago 92-score butter is more than 40 cents, but not more than 50 cents, plus or minus 1 cent for each 10-cent range in the butter price above or below the 40 - 50 cent range.

Location Differentials:

None.

Method of Accounting for Milk:

Class I computed on a volume basis plus the 3.5 per cent milk equivalent of unaccounted-for butterfat. Class II and Class III computed by converting butterfat used in these classes to 3.5 per cent milk equivalent. Class volumes are reconciled with producer receipts by adding to or subtracting from Class III.

Type of Pool:

Market-wide monthly pool without base rating plan or new producer clause.

Interhandler Transfers:

Milk or skim milk disposed of by a handler to another handler is Class I, and cream so disposed of is Class II. Handlers are permitted to classify differently by submitting statement signed by both buyer and seller to the market administrator.

. . .

- (3) Disposed of as bulk skim milk to manufacturers of candy, soup, or bakery products who do not dispose of milk in fluid form; and
- (/) Plant shrinkage not over 2 per cent of producer milk and actual plant shrinkage of other source milk.

Class Prices (3.5 per cent butterfat):

A basic formula price is used for Class I, Class II, and Class III prices. The basic formula is the highest of:

- (1) Average of prices paid for 3.5 per cent milk at 18 specified plants (see list used for basic formula price in Chicago order).
- (2) Price per pound of Chicago 92-score butter, plus 2.4 times the average price per pound of Twins (or Cheddars), divided by 7, times 1.3, times 3.5.
- (3) Price per pound of Chicago 92-score butter, minus 3 cents, times 1.2, times 3.5, plus an amount computed as follows: Price per pound of nonfat dry milk solids (spray and roller process, human consumption, carlots, f.o.b. Chicago area plants), minus 5.5 cents, times 8.5, times .965.

<u>Class I - Basic formula price plus the following amounts for the delivery period indicated:</u>

Delivery period	Huntington District plants	Other plants
May and June	\$1.10	\$0 .90
March, April, July, and Augu	st 1,20	1.00
September through February	1.35	1.15

(For the months of December 1948 and January 1949, the price at Huntington District plants shall not be less than \$5.00 per hundredweight and at other plants not less than \$4.80 per hundredweight; for the month of February 1949 not less than \$4.78 per hundredweight at Huntington District plants and not less than \$4.58 at other plants.)

Huntington District is portion of marketing area within cities of Ashland, Kentucky; Huntington, West Virginia; and Ironton and Gallipolis, Ohio

<u>Class II</u> - Basic formula price plus the following amounts for the delivery periods indicated:

Delivery period	Huntington District plants	Other plants
May and June	Ģ0 ₊ 80	\$0 . 60
March, April, July, and August	。90	.70
September through February	1.05	.85

(For the months of December 1948 and January 1949, the price at Huntington District plants shall not be less than \$4.70 per hundredweight and at other plants not less than \$4.50 per hundredweight; for the month of February 1949 not less than \$4.48 per hundredweight at Huntington District plants and not less than \$4.28 per hundredweight at other plants.)

Class III - Basic formula price.

Butterfat Differentials:

Class I - Price per pound of Chicago 92-score butter, times 1.2, divided by 10, plus one cent.

Class II - Class I differential minus one-half cent.

Class III - Class I differential minus one cent.

Producer Price - Price per pound of Chicago 92-score butter, times 1.2, divided by 10.

Location Differentials:

None.

Method of Accounting for Milk:

Weight of skim milk and butterfat computed separately as used in each class.

Type of Pool:

Market-wide, monthly pool, without base rating plan or new producer clause.

